

10 things advisors need to know about charitable giving

1. Clients give a lot more often than you think...

Advisors think that 48 per cent of their client base donates regularly when, in fact, the actual number is 93 per cent. You need to talk to them about charitable strategies, ask them their charitable goals and plan around it.

2. ...And they give away much more than you'd guess

Fifty-one per cent of clients who have more than \$1-million in assets gave between \$5,000 and \$100,000 last year. And most advisors don't know about it because they fail to ask their clients about their charitable endeavours.

3. Clients want advanced charitable strategies

Seventy-two per cent of clients with more than \$1-million in investable assets say that they found it very valuable for their advisor to offer them charitable strategies. Many advisors know about basic strategies but being able to offer advanced strategies can change the way the client views your relationship.

4. Knowledge is power

More than half (57 per cent) of clients surveyed said, if their advisor was knowledgeable about charitable strategies, they would view their wealth manager as a broad financial expert.

5. Retaining 'assets under management' for generations

Thirty-seven per cent of clients said that charitable discussions led to assets staying with the parent's advisor because they were now viewed as the family's advisor. Advisors who can demonstrate expertise in charitable giving strategies can differentiate themselves from competitors to keep future generations (and their assets) in-house.

6. Charitable giving acumen equals new referrals

Thirty-five per cent of clients said that talking about charitable strategies makes the advisor more referable. Now we just need to get advisors to ask for referrals more often.

7. They want to give away more than just their cash

The fidelity report found that 91 per cent of clients give cash because they're not sure what else they can give. Donating appreciated assets, real estate and collectables does take a higher level of expertise but with the right network and training can be an excellent tax-efficient offering.

8. Know your way around the tax code

Fifty-nine per cent of clients say their advisor has not told them that complex assets can be donated in a tax-favoured manner that can give them the chance to donate more than they ever expected.

9. Keep an open mind and be progressive about charitable strategies

Advisors seem perplexed as to where to get training on strategies like the ones that are most valuable to their philanthropic clients. Advisors need to open their minds to different strategies and techniques that might have seemed foreign or “against their investment philosophy” to serve their client’s needs. It is not about you, it is about what is best for your clients.

10. When philanthropy is done right, everybody wins

If you learn these strategies you will become more referable, keep the assets after your clients die, and have a more fulfilling career knowing you have helped empower your clients to take control of their money by directing it to the charities that mean the most to them.

List compiled by: www.financial-planning.com

For further information about the QEII Health Sciences Centre Foundation or for assistance with charitable giving, please contact our charitable giving advisors:

Charles O’Neil charles.o’neil@qe2foundation.ca

Lori Scott lorij.scott@qe2foundation.ca

Katharine Berrington katharine.berrington@qe2foundation.ca



5657 Spring Garden Road
Park Lane Mall, Floor M3, Box 231
Halifax, Nova Scotia B3J 3R4
TEL 902 334 1546 or 888 428 0220
info@qe2foundation.ca

 facebook.com/QE2foundation

 twitter.com/QEIIfoundation

QE2Foundation.ca